

# Vermont Health Access Pharmacy Benefit Management Program Provider Manual 2010



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## **Introduction**

Pharmacy claims for Vermont's publicly funded programs are processed by our pharmacy benefit management company – **MedMetrics Health Partners (MHP)**.

This Provider Manual consists of a list of contacts, program specific information, a list of information resources and web links, and payer specifications. All of this material will be updated periodically as needed. For the most current version go to:

<http://ovha.vermont.gov/for-providers>

For Vermont's purposes, here and hereafter all references to Vermont Medicaid will mean all publicly funded health assistance programs in current use (Medicaid, Dr. Dynasaur, Vermont Health Access Plan (VHAP), PC Plus, VHAP-Pharmacy, VScript, VScript Expanded, VPharm, Healthy Vermonters, General Assistance and HIV/AIDS Medication Assistance).

## **Help Desk Telephone Numbers**

<b>Responsibility</b>	<b>Help Desk</b>	<b>Phone Numbers</b>	<b>Availability</b>
<b>Recipient:</b>			
Beneficiary	Vermont Member Services Unit	800-250-8427	M-F 8:00AM – 4:30PM (excluding holidays)
<b>Provider:</b>			
EDS*	Provider Enrollment and Payment	800-925-1706 (in state) 802-878-7871 (out of state)	M-F 8:00AM – 5:00PM
MedMetrics Health Partners	Pharmacy Help Desk / Claims-related Pharmacy Call Center	800-918-7545	24/7/365
MedMetrics Health Partners	Clinical Call Center /Prior Authorizations	800-918-7549 866-767-2649 (fax)	24/7/365
Diane Neal, RPh MedMetrics Health Partners	Clinical Staff (Williston, Vermont)	802-879-5605 802-879-5919 (fax)	M-F 8:00AM – 4:30PM (excluding holidays)
Jean McCandless AMAP Coordinator Vermont Department of Health	Prior Authorization (Designated drugs on the HIV/AIDS Medication Assistance Program list only)	802-527-5576 (phone)	M-F 8:00AM – 4:30PM (excluding holidays)
Nancy Miner, CPhT MedMetrics Health Partners	Program Representative	802-879-5638	M-F 8:00AM – 4:30PM (excluding holidays)

\*EDS will continue to handle provider enrollments and process and distribute pharmacy provider reimbursements and remittance advices (RAs).

## **Important Addresses**

<b><u>Provider Paper Claims Billing Address:</u></b> MedMetrics Health Partners Vermont Medicaid Paper Claims Processing Unit 312 Hurricane Lane, Suite 201 Williston, VT 05495 (802) 879-5638	<b><u>Notes:</u></b>  Format: Universal Claim Form (UCF)
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<b><u>MedMetrics (MHP)/Office of Vermont Health Access (OVHA) Operations</u></b> 312 Hurricane Lane, Suite 201 Williston, VT 05495
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## **Important Vermont Pharmacy Program Web Links**

Office of Vermont Health Access (OVHA): <http://ovha.vermont.gov/>

OVHA/MHP Provider Services and Claims Processing: <http://ovha.vermont.gov/for-providers>

EDS Provider Enrollment and Payment: [www.vtmedicaid.com/](http://www.vtmedicaid.com/)

Coverage Chart for Pharmacy Only Programs:

<http://ovha.vermont.gov/for-providers/ovha-plan-coverage>

Medicare Non-Covered Drug Grid:

<http://ovha.vermont.gov/for-providers/medicare-part-d-resources>

Beneficiary Aid Category List:

<http://www.vtmedicaid.com/Information/whatsnew.html>

Vermont Health Access Pharmacy Benefit Management Program:

<http://ovha.vermont.gov/for-providers/pharmacy-benefits-management-program-1>

Drug Utilization Review Board:

<http://ovha.vermont.gov/administration>

Preferred Drug List and Drugs that Require PA: <http://ovha.vermont.gov/for-providers/preferred-drug-list-clinical-criteria>

Clinical Criteria and Advisories: <http://ovha.vermont.gov/for-providers/preferred-drug-list-clinical-criteria>

Prior Authorization Forms:

<http://ovha.vermont.gov/for-providers/pharmacy-prior-authorization-request-forms>

Pharmacy Bulletins and Alerts: <http://ovha.vermont.gov/for-providers/pharmacy-programs-bulletins-alerts>

Active Enrolled Provider/Prescriber Listing: [www.vtmedicaid.com/Downloads/manuals.html](http://www.vtmedicaid.com/Downloads/manuals.html)

VScript Expanded Participating Labelers – Numeric: <http://ovha.vermont.gov/for-providers/v-scriptparticipants06-29-07numeric.pdf>

VScript Expanded Participating Labelers – Alpha: <http://ovha.vermont.gov/for-providers/v-script-labelers>  
<http://ovha.vermont.gov/for-providers/v-scriptparticipants06-29-07alphabetical.pdf>

Pharmacy Provider Manual: <http://ovha.vermont.gov/for-providers>

Pharmacy Payer Specifications: <http://ovha.vermont.gov/for-providers/medmetrics-health-partners-mhp-billing-information>

## **Drug Coverage**

General coverage rules are as follows:

Medicaid as a unique program covers most prescription drugs with the exceptions found here. General coverage conditions under Medicaid pharmacy and the pharmacy only programs can be found at:

<http://ovha.vermont.gov/for-providers/ovha-plan-coverage>

Each beneficiary is assigned an Aid Category Code. This code identifies the program that provides coverage. A crosswalk of programs to codes can be found in the Aid Category List:

<http://www.vtmedicaid.com/Information/whatsnew.html>

The following drugs/drug classes are not covered through the pharmacy benefit:

1. DESI drugs
2. Experimental drugs (DEA = 1)
3. Fertility agents
4. Drugs to treat erectile dysfunction
5. OTCs not covered: shampoos and most non-drug items
6. Bulk Powders used in compounding (see page 12)

Drug coverage is contingent upon CMS rebate agreements with the manufacturers. For VScript Expanded and all VPharm programs, Vermont statute requires that manufacturers provide to the State rebates that are at least as favorable as CMS rebates paid to the state for its Medicaid program. Exception: Diabetic supplies will pay regardless of rebate, subject to prior authorization requirements.

Some supplies may be submitted on-line (e.g., diabetic supplies and family planning supplies such as condoms). The supply must have a corresponding NDC.

Claims for all other supplies, including those used for incontinence, should be submitted on a CMS 1500 form to EDS.

Nutritional supplements may be submitted online.

### ***Exceptions to VScript Maintenance List***

The VScript drug program provides coverage for prescription medications (and limited OTCs) which are considered maintenance therapies. If a claim denies for a drug because it is not on the VScript Maintenance List (Appendix A), and you believe that the drug product (or drug class) should be covered for all VScript patients because it is more often than not utilized for chronic maintenance purposes, you may call the Clinical Call Center at 800-918-7549 with your recommendations. Please note, however, that the narcotic class of agents, both long-acting and short-acting agents, is not considered to be a maintenance drug category.

If a claim denies for a VScript member because the drug is not on the VScript maintenance list and its use for this individual patient will be for maintenance purposes, then please advise the patient to contact his or her physician to request a Prior Authorization.

### ***Custom Program Messaging***

In an effort to help pharmacies to better know / understand a beneficiary's program eligibility/coverage, custom messages have been added to the claim processing responses. The following message will appear when a claim is processed for a member in the respective program. This message will appear regardless of how the claim processes (i.e., pays or rejects) and will appear after specific messaging that refers to the cause of a reject.

MEDICAID / DR. DYNASAUR	"Medicaid coverage"
VHAP	"VHAP Coverage"
VSCRIPT	"Maintenance List Applies"
VSCRIPT EXPANDED	"Limited Maintenance List Applies"
VPHARM 1 (VPHARM/VHAP)	"Part D VHAP Wrap"
VPHARM 2 (VPHARM/VSCRIPT)	"Part D Maintenance-Only Wrap"
VPHARM 3 (VPHARM/VSCRIPT EXP)	"Part D Ltd. Maintenance Wrap"
ESI (EMPLOYER-SPONSORED INSURANCE CHRONIC CARE WRAP)	"Maintenance List Applies"



## **Prior Authorization**

Prior authorization may be required for all programs except General Assistance and Healthy Vermonters.

All drugs and supplies requiring prior authorization can be identified on the Preferred Drug List. The List and Criteria for prior authorization can be found at:

<http://ovha.vermont.gov/for-providers/preferred-drug-list-clinical-criteria>

Prior authorizations may be faxed to the number below.

<b>Responsibility</b>	<b>Help Desk</b>	<b>Phone Numbers</b>	<b>Availability</b>
MedMetrics Health Partners	Clinical Call Center /Prior Authorizations	800-918-7549 866-767-2649 (fax)	24/7/365

### **Emergency 72-Hour Fill**

An emergency fill provision can be instituted by MedMetrics when a required prior authorization has not been secured, and the need to fill the prescription is determined to be an emergency. If the prescriber cannot be reached to obtain the required prior authorization, the pharmacist may contact MedMetrics for authorization to dispense an emergency supply to last up to 72 hours. If the emergency persists, refills can be available. This emergency 72-hour fill provision is Federal law (Title 19, Section 1927(D)(5)(b)) and is applicable only to medications that are covered by Vermont's pharmacy programs.

## **General Assistance**

Beneficiaries may be enrolled in General Assistance in one of two ways:

- General Assistance only; i.e., there is no other “primary” Medicaid coverage; *or*
- General Assistance as secondary coverage with another Medicaid program as primary.

Coverage is limited to classes of drugs identified as likely to create an emergency if not covered.

## **Generic Substitution Policy**

Vermont law requires that when available, the therapeutically equivalent generic product should be dispensed.

MAC pricing may be overridden by the provider in the following conditions:

1. The prescriber has mandated brand, noting “Brand Medically Necessary” on the prescription and indicated in writing or verbally why a brand is required. In this case, the pharmacy provider should submit a Dispense as Written Code (DAW) of “1”.
2. The generic is not available in the marketplace. In this case, the pharmacy provider should submit a Dispense as Written Code (DAW) of “8”. Note that this does not mean that it is not available in the store. DAW8 may only be used when the generic is not generally available in the community. The provider should keep appropriate documentation to support this condition.
3. DAW1 cannot be used to override the requirements of the OVHA Preferred Drug List.

Additionally:

1. Brand drugs that are considered to have a narrow therapeutic index will bypass MAC pricing.
2. In select situations, the state reserves the right to make the determination that a branded product is the preferred product when a newly FDA-approved generic equivalent agent proves more costly to the State than its branded counterpart. If, upon launch, it is determined that the generic will be priced at a level greater than the net cost of the brand, OVHA may require a prior authorization for the generic until that time when generic pricing falls below that of the net cost of the branded product.

### **VPharm Pilot Program for Statins and Proton Pump Inhibitors (PPIs)**

OVHA will only cover the cost-sharing (deductible, donut hole and coinsurance) for select statins (HMG COA reductase inhibitors) and proton pump inhibitors (PPIs) for VPharm Part D-eligible beneficiaries.

- Statins – all dosage strengths of simvastatin, lovastatin and pravastatin.
- PPIs – omeprazole RX 10 mg and 20 mg and Prilosec OTC 20 mg.
- Most of the drugs no longer covered by VPharm under this pilot do not require prior authorization (PA) from the Part D Plans. However, if a beneficiary obtained a PA from his/her Part D Plan, the drug will continue to be covered by VPharm through the VPharm PA process. It appears this is only the case with Lipitor for those enrolled in First Health Part D Premier Plan and First Health Part D Secure Plan.
- If no Medicare Part D prior authorization is in place, a VPharm coverage exception may be possible for a non-covered drug but only when a prescriber can detail the conditions that make it strictly medically necessary and/or provide evidence that the VPharm covered drugs are harmful.

## **Long-Term Care (LTC) Nursing Home Claims**

LTC nursing home claims are identified by a value of “3” in the PATIENT LOCATION field on the claim.

Some drugs and supplies are not covered for LTC nursing home patients through POS as they are covered in the patient’s per-diem. With the exception of insulin, needles and syringes, OTC drugs and products are not covered.

There is no copay to the recipient on LTC claims.

Providers submitting LTC claims are limited to one dispensing fee per patient per covered drug per month (“per month” will be considered 75% of a 34-day supply; this allows the provider to a limit of one dispense fee per every 25 days). “Per covered drug” will be considered “per GPI” (*Definition:* A GPI, or Generic Product Indicator, includes all drugs sharing the same chemical composition, in the same strength, in the same form and that are administered via the same route.) Providers may request an override to the single dispense fee limit for mitigating circumstances by contacting the Pharmacy Call Center at (800) 918-7545. Acceptable circumstances for overriding the single dispense fee limit are:

- The physician has prescribed a second round of medication within the 25-day period.
- The physician has increased the dose.
- The medication did not last for the intended days supply.
- The drug has been compromised by accident (e.g., contaminated or destroyed).
- The medication is being dispensed due to the patient’s LOA (leave of absence) from the institution.
- Note: The dispensing of controlled substances is limited due to concern regarding patient’s ability to take appropriately.

Except for controlled substances, unused or modified unit dose medication that is in reusable condition and which may be returned to a pharmacy pursuant to state laws, rules or regulations shall be returned from LTC facilities to the provider pharmacy. The provider should resubmit the claim with the appropriate quantity dispensed.

## **Special Claims**

### ***Multi-Ingredient Compound Claims***

- Ingredients will be priced at the lesser of AWP – 14.2%, the MAC, or the FUL.
- The ingredients' costs will be totaled and priced at the lesser of the calculated cost or the claim's U&C cost.
- Containers other than syringes are included in the dispensing fee.
- Syringes must be billed as part of the compounded claim. They are not subject to a separate dispensing fee or compounding fee.
- A dispensing fee of \$19.75 for in-state pharmacies and \$17.50 for out-of-state pharmacies will be automatically added to all prescriptions submitted with a compound indicator of "2."
- All compounds must contain **more than one ingredient**. Compounds submitted with only one ingredient will reject with a reject code of 76 with local messaging of "Minimum ingredients of 2."
- **Compound indicator must be "2"** (indicating a multi-ingredient compound).
- **NDC field in claim segment (i.e. Product/Service ID)** (not individual ingredients) must contain **11 zeros**. If an actual individual NDC is submitted in the Product/Service ID, the claim will reject with a reject code of 70 with local messaging of "Submit 11 zeros in the Product/Service ID and complete compound detail – more than 1 ingredient required."
- **Bulk powders/chemicals/products used in prescription compounding are not covered under the pharmacy benefit program.** CMS has clarified that bulk products are not considered covered outpatient drugs because they are not prescription drug products approved under Section 505, 505(j), or 507 of the Federal Food Drug and Cosmetic Act. Pharmacies must utilize other non-bulk, FDA-approved products for the claim to be covered (for example, tablets or capsules). A partial list of NDCs that have been classified as bulk products can be found at <http://ovha.vermont.gov/for-providers>. Pharmacies should ask their wholesalers whether products are listed by First Data Bank with a "HIC3" of "U6W," or by MediSpan as 3<sup>rd</sup> Party Restriction of "B," each of which are designations of "Bulk Chemicals."
- Bulk powders used to compound products for the **prevention of pre-term labor** will continue to be covered after Prior Authorization when no commercial alternative exists.

Any questions about the submission of claims for compounded medications should be directed to the MedMetrics Clinical Call Center at 1-800-918-7549.

### ***Paper Claims***

- The Universal Claim Form (UCF) will be required for all paper claims.
- The UCF should be submitted to MHP for processing.
- UCFs may be obtained from Moore Document Solutions:

Moore Document Solutions  
410 N. 44th Street, Suite 300  
Phoenix, AZ 85008  
800-635-9500

## **Specialty Pharmacy**

The Office of Vermont Health Access (OVHA) has selected two specialty pharmacies to serve Medicaid beneficiaries (where Medicaid is the primary insurer).

- Wilcox Home Infusion is the specialty pharmacy for Synagis<sup>®</sup>, which is administered to prevent respiratory syncytial virus (RSV).
- ICORE Healthcare, LLC, partnering with MedMetrics Health Partners, is the specialty pharmacy for other select specialty drugs. This includes, but is not limited to:
  - hemophilia factors
  - growth hormones
  - multiple sclerosis self-injectables
  - hepatitis C (ribavirin and injectables)
  - Elaprase<sup>®</sup> (for Hunter's Syndrome)
  - drugs used to treat rheumatoid arthritis, psoriasis, psoriatic arthritis, and ankylosing spondylitis. These include Humira (adalimumab), Enbrel (etanercept), Raptiva (efalizumab), and Kineret.
  - oral oncology drugs: Casodex<sup>®</sup>, Gleevec<sup>®</sup>, Hexalen<sup>®</sup>, Mesnex<sup>®</sup>, Sprycel<sup>®</sup>, Sutent<sup>®</sup>, Tarceva<sup>®</sup>, Temodar<sup>®</sup>, Tretinoin, Vesanoid<sup>®</sup>, Xeloda<sup>®</sup>.
- Other drugs will be added to the specialty program periodically.

Dispensing of these medications is limited to these pharmacies for Medicaid beneficiaries where Medicaid is the primary insurer.



## **Prospective Drug Utilization Review (ProDUR)**

ProDUR is an integral part of the Vermont Medicaid claims adjudication process. ProDUR includes: reviewing claims for therapeutic appropriateness before the medication is dispensed, reviewing the available medical history, focusing on those patients at the highest severity of risk for harmful outcome, and intervening and/or counseling when appropriate.

Prospective Drug Utilization Review (ProDUR) encompasses the detection, evaluation, and counseling components of pre-dispensing drug therapy screening. The ProDUR system addresses situations in which potential drug problems may exist. ProDUR performed prior to dispensing ensures that patients receive appropriate medications. This is accomplished by providing information to the dispensing pharmacist that may not have been previously available.

Because ProDUR examines claims from all participating pharmacies, drugs which interact or are affected by previously dispensed medications can be detected. While the pharmacist uses his/her education and professional judgment in all aspects of dispensing, ProDUR is intended an informational tool to aid the pharmacist.

### ***Therapeutic Problems***

The following ProDUR Reason of Service types will deny for the Vermont Medicaid program:

- Drug-to-Drug Interaction
- Therapeutic Duplication
- Ingredient Duplication

ProDUR Edits that deny may be overridden at POS using the interactive NCPDP DUR override codes (see below). ProDUR denial edits will apply to all media types.

### ***DUR Override Processing (NCPDP Reject Code 88)***

**When a claim is rejected for a DUR edit, pharmacies may override the denial by submitting the appropriate DUR Reason for Service, Professional Service, and Result of Service codes.**

Below you will find a chart that details the Professional Service and Result of Service codes that will override a claim that has been denied for Drug-to-Drug Interaction, Ingredient Duplication and/or Therapeutic Duplication. Note that the designated Professional Service Code must accompany the appropriate Result of Service code as indicated in the chart to allow the override.

## **DUR REJECT OVERRIDE PROCESSING (NCPDP Reject Code 88)**

The valid DUR Reason for Service Codes for Vermont Medicaid are:

DD - Drug-Drug Interaction  
ID - Ingredient Duplication  
TD - Therapeutic Duplication

The only acceptable Professional Service Codes are:

MR – Medication Review  
M0 – Prescriber Consulted  
R0 – Pharmacist Consulted Other

Please note that the designated Professional Service Code must accompany the appropriate Result of Service code as indicated below to allow the override:

<b>DUR REASON FOR SERVICE (Conflict)</b>	<b>PROFESSIONAL SERVICE CODE (Intervention)</b>		<b>RESULT OF SERVICE CODE (Outcome)</b>	
	<b>CODE</b>	<b>DESCRIPTION</b>	<b>CODE</b>	<b>DESCRIPTION</b>
<b>DD, ID, TD</b>				
	<b>MR</b>	Medication review	<b>1B</b>	Filled prescription as is
	<b>M0</b>	Prescriber consulted		
	<b>R0</b>	Consulted other		
	<b>M0</b>	Prescriber consulted	<b>1C</b>	Filled with different dose
	<b>R0</b>	Consulted other		
	<b>MR</b>	Medication review	<b>1D</b>	Filled with different directions
	<b>M0</b>	Prescriber consulted		
	<b>R0</b>	Consulted other		
	<b>MR</b>	Medication review	<b>3E</b>	Therapy changed
	<b>M0</b>	Prescriber consulted		
	<b>R0</b>	Consulted other		

### ***Days Supply***

Accurate days supply reports are required on all claims. Submitting incorrect days supply information in the days supply field can cause false ProDUR messages or claim denial for that particular claim and/or for drug claims that are submitted in the future.

### ***ProDUR Support***

MHP's Pharmacy Call Center is available 24 hours per day, seven days per week. The telephone number is 800-918-7545. Alert message information is available from the Call Center after the message appears. If you need assistance with any alert or denial messages, it is important to contact the Call Center about ProDUR messages at the time of dispensing. The Call Center can provide claims information on all error messages which are sent by the ProDUR system. This information includes: NDCs and drug names of the affected drugs, dates of service, whether the calling pharmacy is the dispensing pharmacy of the conflicting drug, and days supply.

The Pharmacy Call Center is not intended to be used as a clinical consulting service and cannot replace or supplement the professional judgment of the dispensing pharmacist. MHP has used reasonable care to accurately compile ProDUR information. Because each clinical situation is unique, this information is intended for pharmacists to use at their own discretion in the drug therapy management of their patients.

A second level of assistance is available if a provider's question requires a clinical response. To address these situations, MHP staff pharmacists are available for consultation.

***ProDUR Alert/Error Messages***

All messages appear in the claims adjudication transmission. See Payer Specifications for more information.

## **Timely Filing Limits**

Most providers submitting point of sale submit their claims at the time of dispensing. However, there may be mitigating reasons that require a claim to be submitted after the fact.

- For all original claims, reversals and re-bills, the timely filing limit is **183 days** from the date of service (DOS).
- Claims that exceed the prescribed timely filing limit will deny.
- When appropriate, contact MHP for consideration of an override to timely filing limits.
- Requests for overrides will be considered for:
  1. Retroactive beneficiary eligibility
  2. COB delay
  3. Denial date (depending on original adjudication date)
  4. At the State's request
- Overrides for timely filing limits exceeded greater than two years from the date of service will not be authorized.

Requests for overrides should be mailed to:

MedMetrics Health Partners  
Vermont Medicaid Paper Claims Processing Unit  
312 Hurricane Lane, Suite 201  
Williston, VT 05495

Call the MHP Program Representative with any questions at (802) 879-5638.

## **Dispensing Limits**

### **Days Supply:**

- Non-maintenance drugs (Definition: medications used on an “as needed” basis) are subject to a per claim days’ supply maximum limit of 34. There is no days supply minimum.
- "Maintenance drug" means a drug approved by the FDA for continuous use and prescribed to treat a chronic condition for a prolonged period of time of 30 days or longer, and includes insulin, an insulin syringe and an insulin needle.

Apart from the select drugs used for maintenance treatment described below, all other maintenance drugs must be prescribed and dispensed for not less than 30 days and not more than 90 days, to which one dispensing fee will be applied. Excluded from this requirement are medications which the beneficiary takes or uses on an “as needed” basis or generally used to treat acute conditions. If there are extenuating circumstances in an individual case which, in the judgment of the prescriber, dictate a shorter prescribing period for these drugs, the supply may be for less than 30 days as long as the prescriber prepares in sufficient written detail a justification for the shorter period. The extenuating circumstance must be related to the health and/or safety of the beneficiary and not for convenience reasons. It is the responsibility of the pharmacy to maintain in the beneficiary’s record the prescriber’s justification of extenuating circumstances. In these circumstances, regardless of whether or not extenuating circumstances permit more frequent dispensing, only one dispensing fee may be billed.

- Select drugs used for maintenance treatment must be prescribed and dispensed in increments of 90-day refills. The drug utilization review board shall make recommendations to the director on the drugs to be selected. This limit shall not apply when the beneficiary initially fills the prescription in order to provide an opportunity for the beneficiary to try the medication and for the prescriber to determine that it is appropriate for the beneficiary’s medical needs. If there are extenuating circumstances in an individual case which, in the judgment of the physician, dictate a shorter prescribing period, an exception form that identifies the individual and the reason for the exception may be filed with the Office of Vermont Health Access.
- The first time a prescription is filled is referred to as the “initial fill” or “first fill,” while subsequent fills are referred to as “refills.”
- Up to five refills are permitted if allowed by federal or state pharmacy law.
- Claims will deny if the days’ supply limit is exceeded.
  - Exceptions to standard days supply limits:
    - Oral Contraceptives may be dispensed in a quantity not to exceed a 92-day supply.
    - Drugs provided to residents of a long-term care facility are not subject to the 90-day refill requirement. Resident of community care homes are not considered residents of long-term care facilities and therefore are subject to the 90-day refill requirement.
    - Requests for overrides should go to the MHP Clinical Call Center.

## Quantity Limits:

All Quantity Limits are identified in the Preferred Drug List. The Preferred Drug List can be found at <http://ovha.vermont.gov/for-providers/preferred-drug-list-clinical-criteria>

## Refills:

- All refills must be dispensed in accordance with State and Federal requirements.
- Refill prescriptions must be dispensed pursuant to the orders of the physician, but not more than one year from the date of the original prescription.
- Refills must not exceed 5 refills (plus one original).
- For DEA code = “3”, “4”, “5”: allow up to 5 refills (plus one original) or 6 months, whichever comes first.
- For DEA code = “2” no refills are allowed; a new prescription is required for each fill.

## Early Refill Overrides (NCPDP Reject Code 79):

Claims will reject for refill requests for in which more than 25% of the previous days’ supply still remains. Pharmacies may request an override for claims that reject for early refill. To request an override, pharmacies must contact the Pharmacy Call Center at (800) 918-7545

Pharmacy Representatives should be prepared to provide the appropriate submission clarification code (reason) for the early refill request. See below:

### Submission Clarification Code / Description

00/ not specified	<b>Not acceptable for early refill override</b>
01/ no override	<b>Not acceptable for early refill override</b>
02/ other override	<b>Not acceptable for early refill override</b>
03/ vacation supply	Acceptable; use for vacations and LTC leave of absence
04/ lost prescription	Acceptable
05/ therapy	Acceptable; use when prescriber changes dose
06/ starter dose	<b>Not acceptable for early refill override</b>
07/ medically necessary	<b>Not acceptable for early refill override</b>

### **Provider Dispensing Fees**

- The dispensing fee for in-state pharmacies is \$4.75.
- The dispensing fee for out-of-state pharmacies is \$2.50.
  
- For compounded drugs:
  - The dispensing fee for in-state pharmacies is \$19.75.
  - The dispensing fee for out-of-state pharmacies is \$17.50
  - (See page 12)
  
- Exceptions:
  - There is a limited dispensing fee for LTC claims; i.e. one per every 25 days per patient per covered drug (per GPI).
  - No dispensing fee for glucometers.

## **Recipient Payment Information**

Vermont programs have no deductibles and no benefit maximums.

When traditional Medicaid coverage is primary, copayments are:

- \$1 if allowed amount is equal to or less than \$29.99.
- \$2 if allowed amount is greater than or equal to \$30.00 but less than or equal to \$49.99.
- \$3 if allowed amount is equal to or greater than \$50.00.

VHAP, VPharm and VScript plans include a copayment from the beneficiary. Copayments are:

<b>Population affected</b>	<b>Prescriptions with OVHA cost share of \$29.99 or less</b>	<b>Prescriptions with OVHA cost share of \$30.00 or more</b>
VHAP beneficiaries at or above 100% of the federal poverty guideline	\$1.00 Co-pay	\$2.00 Co-pay
VPharm beneficiaries		
VScript/VScript Expanded beneficiaries		

Exceptions (no copayments apply):

- Patient is 20 years old or younger (based on Eligibility File)
- Drug is a family planning drug
- Patient is pregnant or in the 60-day post-pregnancy period (requires a prior authorization obtained by calling MedMetrics Clinical Call Center at 800-918-7549)
- Claim is licensed nursing home (LTC) claim (**requires PATIENT LOCATION = “03” on the claim to indicate licensed nursing home LTC**)
- Medical supplies

Note: A pharmacy may not refuse to dispense a prescription to a Medicaid beneficiary who does not provide the copayment. However, the beneficiary will still owe the pharmacy any copayment that is not paid. The pharmacy may tell the beneficiary that any later prescriptions may not be filled if the beneficiary does not pay what is owed.

When Healthy Vermonter coverage applies, the beneficiary pays the full allowed amount. Full-benefit dual eligible beneficiaries (those who have both Medicaid and a Medicare Part D Plan) and 100% Low-Income Subsidy (LIS) VPharm beneficiaries are responsible for copayments up to \$6.30 charged by the Part D Plan for 2010. For non-100% LIS beneficiaries who are enrolled in a VPharm (Part D wrap) program, Part D plan deductibles and coinsurance should be billed to VPharm, with the beneficiary paying the copay outlined above. For further clarification on how VPharm plans interact with Medicare Part D, see:

<http://ovha.vermont.gov/for-providers/ovha-plan-coverage>



## **Coordination of Benefits**

The following provides information on submitting COB claims.

Claim segment and field requirements are detailed in the Consolidated Payer Specification Sheet.

Required information on a secondary claim may include:

- Submitted Patient Pay
- Other Coverage Code
- Other Payer Amount
- Other Payer Date
- Other Payer ID Qualifier
- Other Payer ID

The state-assigned Other Payer IDs can be found on the Active Payer and PDP Sponsor Lists found at

<http://ovha.vermont.gov/for-providers/Active%20Carrier%20Codes%201%2007.pdf>. These lists are:

- insurance carriers / sponsors for COB claims filed under PCN VTM
- Medicare Part D Plan Sponsors for COB claims filed under PCN VTD

Providers may submit up to three segments of information when there are multiple other payers.

### ***Required fields:***

**Submitted Patient Pay (NCPDP Field # 433-DX):** Required on all secondary claims. The submitted Patient Pay field details the amount of the copay required by the member's primary payer.

**Other Payer Coverage Code (NCPDP Field #308-C8):** Required on all secondary claims. The Other Payer Coverage Code indicates the type of coverage the other insurer is providing for the claim. (See chart below for possible scenarios and circumstances.)

OCCURRENCE	CORRECT OTHER COVERAGE CODE TO USE	(OVHA – VTM)  Processing Policy Vermont Coverage Secondary to Alternate Insurance	(OVHAD – VTD)  Processing Policy Vermont Coverage Secondary to Medicare Part B and Part D
<b>The primary insurance plan pays a portion of the claim.</b>	2 = Other coverage exists, payment collected from primary insurance.	<p>Requires Submitted Patient Pay field and COB segment, detailing information on paid claim, including Other Payer ID and Other Payer Paid Amount. Claim will process based on Medicaid allowed amount.</p> <p><u>Leaving this field blank is not permitted as it will result in the State paying the entire claim in full. These claims will be subject to recoupment.</u></p>	<p>Requires Submitted Patient Pay field and COB segment, detailing information on paid claim, including Other Payer ID and Other Payer Paid Amount – claim will pay based on member cost share from PDP.</p> <p>Limitations: 1) OCC2 does not apply to full-benefit duals except in the event that the PDP makes a payment for a CMS Part D excluded drug (e.g. benzodiazepine). 2) Payment limited to \$6.30 for VPharm 100% LIS members.</p> <p><u>Leaving this field blank is not permitted as it will result in the State paying the entire claim in full. These claims will be subject to recoupment.</u></p>
<b>The primary insurance rejects the claim.</b>	3 = Other coverage exists, claim rejected by primary insurance.	<p><b><u>Only to be used for over-the-counter drugs.</u></b> Claims submitted with an OCC = 3 will be subject to an edit to determine if drug is OTC; if so, the state will pay claim if all other state criteria is met. State would prefer Other Payer Reject Code, but field is not currently required.</p> <p><b><u>For non-OTC drugs:</u></b> If the primary payer denies a claim because the drug requires a prior authorization or it is a non-formulary drug, then the primary carrier's prior authorization procedures must be followed.</p>	<p>Claims submitted with an OCC = 3 will be subject to an edit to determine if drug class is Excluded from Part D coverage by CMS; if so, state will pay claim if all other state criteria is met. If product is not an Excluded Drug from CMS for Part D coverage, state will reject claim. State would prefer Other Payer Reject Code, but field is not currently required.</p> <p>OCC=3 does not apply to Medicare Part B.</p>

OCCURRENCE	CORRECT OTHER COVERAGE CODE TO USE	(OVHA – VTM)  Processing Policy Vermont Coverage Secondary to Alternate Insurance	(OVHAD – VTD)  Processing Policy Vermont Coverage Secondary to Medicare Part B and Part D
<p><b>The primary insurance carrier processes the claim but does not make a payment because:</b></p> <ul style="list-style-type: none"> <li>a) <b>The member is in a deductible period,</b></li> <li>b) <b>The member is in the Part D donut hole, or</b></li> <li>c) <b>The payment is less than the patient's copayment.</b></li> </ul>	<p>4 = Other coverage exists, payment not collected from primary</p>	<p>Requires Submitted Patient Pay field and complete COB segment. Claim will pay based on Medicaid allowed amount.</p> <p>OCC = 4 is not to be used when the primary claim has been denied by the primary insurance plan because the drug requires a prior authorization or it is a non-formulary drug. If found during a State audit, these claims will be subject to recoupment.</p>	<p>To be used when member has deductible or “donut hole” and primary payer is not making payment on claim; requires Submitted Patient Pay field and complete COB segment. Claim will pay based on member cost share from PDP. Also used for Part B deductible.</p> <p>Limitations for OCC4: 1) Does not apply to Part D claims for full-benefit duals, and 2) Payment limited to \$6.30 for VPharm 100% LIS members.</p> <p>OCC = 4 is not to be used when the primary claim has been denied by the Part D Plan because the drug requires a prior authorization or it is a non-formulary drug. If found during a State audit, these claims will be subject to recoupment.</p>
<p><b>The primary insurance plan rejects the claim because coverage no longer exists.</b></p>	<p>7 = Other coverage exists, not in effect on Date of Service (DOS)</p>	<p>To be used if member's other coverage no longer exists; state will process claim.</p>	<p>Claim will reject.</p>
<p><b>The Part D Plan processes the claim with a negative amount for payment.</b></p>	<p>8 = Billing for Copay</p>	<p>Not applicable</p>	<p><i>(Only used when Other Payer Paid Amount is \$&lt;0)</i> Requires Submitted Patient Pay field and COB segment, detailing information on paid claim, including Other Payer ID and <i>negative</i> Other Payer Paid Amount. Claim will pay based on member cost sharing.</p>

**Other Payer ID Qualifier (NCPDP Field #339-6C):** Required on claims where the Other Coverage Code (OCC) = “2” or “8”. The Other Payer ID Qualifier will always be “99 – Other”, since the list is a state-issued list of payers.

**Other Payer ID (NCPDP Field #339-7C):** Required on claims where the Other Coverage Code (OCC) = “2” or “8”. The Other Payer ID is a unique three-digit carrier code that identifies the other insurer; the state issues and maintains that list of codes. For Medicare Part D secondary claims, the state maintains a list of the Part D plan sponsors. For other Medicaid secondary claims, the state maintains a complete list of potential insurers.

**Other Payer Amount Paid (NCPDP Field #431-DV):** Required on claims where the Other Coverage Code (OCC) = “2” or “8”. The Other Payer Amount Paid is the dollar amount of the payment received from the primary payer(s).

**Other Payer Date (NCPDP Field #443-E8):** Required on all secondary claims. The Other Payer Date is the payment or denial date of the claim submitted to the other payer.

**Other Payer Reject Code (NCPDP Field #472-6E):** The Other Payer Reject Code is not currently required, but is supported by the state when the Other Coverage Code (OCC) = 3.

## **Medicare**

### ***Part B:***

Vermont program coverage is always secondary to Medicare Part B Coverage. Medicare Part B coinsurance and deductible prescription drug claims with NDCs are processed by MedMetrics Health Partners.

Medicare Part B Covered Drugs:

- Oral Cancer Drugs
- Immunosuppressants
- Nebulizer Solutions
- Diabetic Supplies

**To override the “Medicare as primary” requirement, pharmacies must first bill Medicare B, receive a denial, and then contact the MedMetrics Clinical Call Center at 1-800-918-7549. Pharmacies are no longer able to override at point of sale by entering 88888 in the other payer ID field.**

### ***Part D:***

Effective January 1, 2006, Vermont beneficiaries who were also Medicare-eligible were enrolled in a Part D plan for primary coverage, with only a secondary benefit provided by Vermont programs.

Use an E1 request to determine if the member is enrolled in a Part D plan. If the member is enrolled in a Part D Plan, the E1 response will identify where to send the primary payment request as well as the processing information to submit to Medicaid for any secondary claim.

Vermont Medicaid members who have Part D coverage are eligible for a “wrap” benefit by the state. Depending on a member’s eligibility and the product that you are dispensing, this benefit may be a financial or a formulary wrap to the Part D vendor’s (PDP’s) benefit. Generally, coverage parallels coverage in Vermont programs (Medicaid, VHAP, VHAP Pharmacy, VScript, and VScript Expanded). See the Vermont Pharmacy Programs Coverage Chart for the most current information:

<http://ovha.vermont.gov/for-providers/ovha-plan-coverage>

See the MedMetrics Health Partner Consolidated Payer Sheet for claims submittal information.

***Part C:***

As of January 1, 2007, Medicare members in Vermont began having the option of joining a Medicare Part C plan. Medicare Part C consists of several Medicare Advantage Plan choices that are Medicare-approved and administered by private insurance companies.

- The Medicare Advantage Plans will replace Part A and Part B for members who choose to join. Some Medicare Advantage Plans also include drug coverage (Part D).
- For those plans that do not include Part D drug coverage, the member will need to have a separate Part D Plan in order to receive a pharmacy benefit.

**When a beneficiary is covered by both Medicare B and D, drug claims must be processed by the appropriate insurer prior to submitting any balances to MedMetrics. OVHA will closely monitor this process.**

## **Payer Specifications**

Payer specifications can be found below; however, to ensure full compliance please refer to the most current Payer Specifications document on the website for the Office of Vermont Health Access on the Provider Services and Claims Processing Page at:

<http://ovha.vermont.gov/for-providers/medmetrics-health-partners-mhp-billing-information>

The Payer Specifications include details on claims submissions, host information, claims processing messages, submission clarifications, DUR information, DUR service codes, and COB messages.

## **BIN/PCN Numbers**

<b>Claims for Vermont Members</b>	
ANSI BIN #	<b>610593</b>
Processor Control #	<b>VTM</b>
Group #	VTMEDICAID
Carrier	MPSOVHA
Provider ID #	NCPDP Number
Cardholder ID #	Vermont Medicaid ID Number
Prescriber ID #	Prescriber NPI Number
Product Code	National Drug Code (NDC)

<b>Claims for Vermont Medicaid Members w/Part D Coverage</b>	
ANSI BIN #	<b>610593</b>
Processor Control #	<b>VTD</b>
Group #	VTMEDICAID
Carrier	MPSOVHAD
Provider ID #	NCPDP Number
Cardholder ID #	Vermont Medicaid ID Number
Prescriber ID #	Prescriber NPI Number
Product Code	National Drug Code (NDC)

*Vermont Medicaid / OVHA  
Consolidated Payer Sheet for VT Pharmacy Use  
Updated – 07-02-08*

**April 23, 2008**

Bin #: 610593  
States: Vermont  
Destination: SXC Health Solutions / RxClaim  
Accepting: Claim Adjudication, Reversals  
Format: NCPDP Version 5.1

## **1. Segment And Field Requirements By Transaction Type**

### **BILLING (B1), REVERSAL (B2), and REBILLING (B3) TRANSACTION DATA ELEMENTS** **(M = Mandatory, S = Situational, \*\*\*R = Repeat Field)**

NOTE: A "Situational" data element means the NCPDP Standard does not require data on all claims, but the PLAN SPONSOR reserves the possibility of use in specific claim situations. The 'Mandatory' and "Required" fields within a "Situational" segment are only mandatory IF the segment is being utilized.

Situational segments can be transmitted; however, not all segments are supported. Please contact the information number for more information regarding the support of claim segments.

### **ELIGIBILITY VERIFICATION (E1) TRANSACTION DATA ELEMENTS**

- This client does NOT SUPPORT eligibility verification transactions.

### **PRIOR AUTHORIZATION (P1, P2, P3) TRANSACTION DATA ELEMENTS**

- This client does NOT SUPPORT prior authorization transactions.
- The use of the Prior Authorization Segment is NOT SUPPORTED.

### **INFORMATION (N1, N2, N3) TRANSACTION DATA ELEMENTS**

- This client does NOT SUPPORT informational transactions.

### **CONTROLLED SUBSTANCE REPORTING (C1, C2, C3) TRANSACTION DATA ELEMENTS**

- This client does NOT SUPPORT controlled substance reporting transactions



## PARTIAL FILL TRANSACTION REPORTING

- **USE OF PARTIAL FILE DATA ELEMENTS is NOT SUPPORTED**
- Reverse original partial claim and resubmit with final dispensed quantity.

## COORDINATION OF BENEFITS REPORTING

- COB is fully supported.
- COB is required by this client for claims that are secondary to Part D or commercial insurance.

## COUPON REPORTING

- **USE OF THE COUPON SEGMENT DATA ELEMENTS is NOT FULLY SUPPORTED**
- Submit value of coupon in COB Segment's Other Payer Amount field.

## MULTIPLE-INGREDIENT COMPOUND CLAIMS SUBMISSION

- The COMPOUND SEGMENT for multi-ingredient compound claims is supported
- Single-ingredient compound claims are no longer accepted by this client.

Transaction Header Segment - Mandatory			Segment is Required.
NCPDP Field	Field Name	Mandatory Situational Repeating	COMMENTS/VALUES
1Ø1-A1	BIN NUMBER	M	610593
1Ø2-A2	VERSION/RELEASE NUMBER	M	51
1Ø3-A3	TRANSACTION CODE	M	123
1Ø4-A4	PROCESSOR CONTROL NUMBER	M	VTM or VTD (Members with Medicare Part D use VTD)
1Ø9-A9	TRANSACTION COUNT	M	Up to 4 allowed
2Ø2-B2	SERVICE PROVIDER ID QUALIFIER	M	Use 01 - NPI ID
2Ø1-B1	SERVICE PROVIDER ID	M	NPI ID
4Ø1-D1	DATE OF SERVICE	M	CCYYMMDD
11Ø-AK	SOFTWARE VENDOR/CERTIFICATION ID	M	Use value for Switch's requirements.
Patient Segment – Mandatory			Segment is REQUIRED to locate correct member.
NCPDP Field	Field Name	Mandatory Situational Repeating	
111-AM	SEGMENT IDENTIFICATION	M	01
331-CX	PATIENT ID QUALIFIER	S	Required.
332-CY	PATIENT ID	S	Medicaid ID
3Ø4-C4	DATE OF BIRTH	S	Required (Correct DOB will be returned if incorrect DOB is submitted.)
3Ø5-C5	PATIENT GENDER CODE	S	Required
31Ø-CA	PATIENT FIRST NAME	S	Required.
311-CB	PATIENT LAST NAME	S	Required.
322-CM	PATIENT STREET ADDRESS	S	Not Required.
323-CN	PATIENT CITY ADDRESS	S	Not Required.

324-CO	PATIENT STATE / PROVINCE ADDRESS	S	Not Required.
325-CP	PATIENT ZIP/POSTAL ZONE	S	Not Required.
326-CQ	PATIENT PHONE NUMBER	S	Not Required.
307-C7	PATIENT LOCATION	S	Required for nursing home claims 03 = Nursing Home
333-CZ	EMPLOYER ID	S	Not Required.
334-IC	SMOKER / NON-SMOKER CODE	S	Not Required.
335-2C	PREGNANCY INDICATOR	S	Not Required.

Insurance Segment – Situational			Segment is Required for B1 and B3 transactions. Not Required for B2 transactions.
NCPDP Field	Field Name	Mandatory Situational Repeating	
111-AM	SEGMENT IDENTIFICATION	M	04 – transmit ONLY if the segment is transmitted.
302-C2	CARDHOLDER ID	M	Required if segment is used. From Medicaid ID Card.
312-CC	CARDHOLDER FIRST NAME	S	Not Required.
313-CD	CARDHOLDER LAST NAME	S	Not Required.
314-CE	HOME PLAN	S	Not Required.
524-FO	PLAN ID	S	Not Required.
309-C9	ELIGIBILITY CLARIFICATION CODE	S	As needed to override a reject.
336-8C	FACILITY ID	S	Not Required.
301-C1	GROUP ID	M	VTMEDICAID
303-C3	PERSON CODE	S	Not Required.
306-C6	PATIENT RELATIONSHIP CODE	S	Not Required.
Claim Segment – Mandatory			Segment is Required for B1, B2, B3 transactions.
NCPDP Field	Field Name	Mandatory Situational Repeating	
111-AM	SEGMENT IDENTIFICATION	M	07
455-EM	PRESCRIPTION/SERVICE REFERENCE NUMBER QUALIFIER	M	Only value “01” is accepted.
402-D2	PRESCRIPTION/SERVICE REFERENCE NUMBER	M	Only supports 7-digit Rx number.
436-E1	PRODUCT/SERVICE ID QUALIFIER	M	03
407-D7	PRODUCT/SERVICE ID	M	Required. NDC Number For compound claims submit 11 zeros (and complete COMPOUND SEGMENT.)
456-EN	ASSOCIATED PRESCRIPTION/SERVICE REFERENCE #	S	Not Required.
457-EP	ASSOCIATED PRESCRIPTION/SERVICE DATE	S	Not Required.
458-SE	PROCEDURE MODIFIER CODE COUNT	S	Not Required.
459-ER	PROCEDURE MODIFIER CODE	S***R***	Not Required.
442-E7	QUANTITY DISPENSED	S	Required for B1 & B3 claims.
403-D3	FILL NUMBER	S	Required for B1 & B3 claims.
405-D5	DAYS SUPPLY	S	Required for B1 & B3 claims.
406-D6	COMPOUND CODE	S	Required for B1 & B3 claims. Use ‘1’ if product is not a compound, ‘2’ if product is a compound.
408-D8	DISPENSE AS WRITTEN (DAW)/PRODUCT SELECTION CODE	S	Required for B1 & B3 claims.
414-DE	DATE PRESCRIPTION WRITTEN	S	Required for B1 & B3 claims.
415-DF	NUMBER OF REFILLS AUTHORIZED	S	Not Required.
419-DJ	PRESCRIPTION ORIGIN CODE	S	Not Required.
420-DK	SUBMISSION CLARIFICATION CODE	S	As needed to override a reject (required for early refill override)
460-ET	QUANTITY PRESCRIBED	S	Not Required. Partial Fills not supported.

308-C8	OTHER COVERAGE CODE	S	Required.
429-DT	UNIT DOSE INDICATOR	S	Not Required.
453-EJ	ORIG PRESCRIBED PRODUCT/SERVICE ID QUALIFIER	S	Partial Fills not supported.
445-EA	ORIGINALLY PRESCRIBED PRODUCT/SERVICE CODE	S	Partial Fills not supported.
446-EB	ORIGINALLY PRESCRIBED QUANTITY	S	Partial Fills not supported.
330-CW	ALTERNATE ID	S	Not Required.
454-EK	SCHEDULED PRESCRIPTION ID NUMBER	S	Not Required.
600-28	UNIT OF MEASURE	S	Not Required.
418-DI	LEVEL OF SERVICE	S	Not Required.
461-EU	PRIOR AUTHORIZATION TYPE CODE	S	As needed to override a reject
462-EV	PRIOR AUTHORIZATION NUMBER SUBMITTED	S	As needed to override a reject (4 to override Early Refill)
463-EW	INTERMEDIARY AUTHORIZATION TYPE ID	S	Not Required.
464-EX	INTERMEDIARY AUTHORIZATION ID	S	Not Required.
343-HD	DISPENSING STATUS	S	Partial Fills not supported.
344-HF	QUANTITY INTENDED TO BE DISPENSED	S	Partial Fills not supported.
345-HG	DAYS SUPPLY INTENDED TO BE DISPENSED	S	Partial Fills not supported.
<b>Pharmacy Provider Segment – Situational</b>			<b>Segment is Not Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	10 – transmit ONLY if the segment is transmitted.
465-EY	PROVIDER ID QUALIFIER	S	Not Required.
444-E9	PROVIDER ID (NCPDP #)	S	Not Required.
<b>Prescriber Segment – Situational</b>			<b>Segment is Required for B1 and B3 transactions.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	03
466-EZ	PRESCRIBER ID QUALIFIER	S	Required. Use 01 only
411-DB	PRESCRIBER ID	S	Required. NPI ID
467-1E	PRESCRIBER LOCATION CODE	S	Not Required.
427-DR	PRESCRIBER LAST NAME	S	Not Required.
498-PM	PRESCRIBER PHONE NUMBER	S	Not Required.
468-2E	PRIMARY CARE PROVIDER ID QUALIFIER	S	Not Required.
421-DL	PRIMARY CARE PROVIDER ID	S	Not Required.
469-H5	PRIMARY CARE PROVIDER LOCATION CODE	S	Not Required.
470-4E	PRIMARY CARE PROVIDER LAST NAME	S	Not Required.
<b>COB/Other Payments Segment – Situational</b>			<b>Segment is Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	05 – Transmit ONLY if the segment is transmitted.
337-4C	COORDINATION OF BENEFITS/OTHER PAYMENTS COUNT	M	Required if Segment is used. Maximum = 3.
338-5C	OTHER PAYER COVERAGE TYPE	M***R***	01 if other payer was Primary, 02 if other payer was Secondary, 03 if other payer was Tertiary
339-6C	OTHER PAYER ID QUALIFIER	S***R***	Required Use 99 – Other for state-issued ID
340-7C	OTHER PAYER ID	S***R***	Required Refer to state list(s) of other payer IDs
443-E8	OTHER PAYER DATE	S***R***	Required Date of service of other payer claim

341-HB	OTHER PAYER AMOUNT PAID COUNT	S	Required if Other Coverage Code is 2; # of claims paid
342-HC	OTHER PAYER AMOUNT PAID QUALIFIER	S***R***	Required if Other Coverage Code is 2; Use 07 – Drug Benefit or 08 - Sum of all Reimbursement
431-DV	OTHER PAYER AMOUNT PAID	S***R***	Required if Other Coverage Code is 2; COB Amount- Do Not leave this field Blank
471-5E	OTHER PAYER REJECT COUNT	S	Required if Other Coverage Code is 3 # of claims rejected by other payer
472-6E	OTHER PAYER REJECT CODE	S***R***	Required if Other Coverage Code is 3. NCPDP Reject Code received from other payer
<b>Workers' Compensation Segment – Situational</b>			<b>Segment is Not Required. Not Required for B2 transactions.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	06 – transmit ONLY if the segment is transmitted.
434-DY	DATE OF INJURY	M	Not Required.
315-CF	EMPLOYER NAME	S	Not Required.
316-CG	EMPLOYER STREET ADDRESS	S	Not Required.
317-CH	EMPLOYER CITY ADDRESS	S	Not Required.
318-CI	EMPLOYER STATE/PROVINCE ADDRESS	S	Not Required.
319-CJ	EMPLOYER ZIP/POSTAL ZONE	S	Not Required.
320-CK	EMPLOYER PHONE NUMBER	S	Not Required.
321-CL	EMPLOYER CONTACT NAME	S	Not Required.
327-CR	CARRIER ID	S	Not Required.
435-DZ	CLAIM/REFERENCE ID	S	Not Required.
<b>DUR/PPS Segment -- Situational</b>			<b>Segment is Not Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	08 -transmit ONLY if the segment is transmitted.
473-7E	DUR/PPS CODE COUNTER	S***R***	Required if segment used. Up to 9 occurrences are supported.
439-E4	REASON FOR SERVICE CODE	S***R***	Required if segment used. DD, ID, and TD accepted.
440-E5	PROFESSIONAL SERVICE CODE	S***R***	Required if segment used. MR, MO, and RO accepted.
441-E6	RESULT OF SERVICE CODE	S***R***	Required if segment used. 1B, 1C, 1D, and 3E accepted.
474-8E	DUR/PPS LEVEL OF EFFORT	S***R***	Not Required.
475-J9	DUR CO-AGENT ID QUALIFIER	S***R***	Not Required.
476-H6	DUR CO-AGENT ID	S***R***	Not Required.
<b>Pricing Segment – Mandatory</b>			<b>Segment is Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	11
409-D9	INGREDIENT COST SUBMITTED	S	Required.
412-DC	DISPENSING FEE SUBMITTED	S	Required.
477-BE	PROFESSIONAL SERVICE FEE SUBMITTED	S	Not Required.
433-DX	PATIENT PAID AMOUNT SUBMITTED	S	Required on secondary claims. (Amount of member copay required by primary payer)
438-E3	INCENTIVE AMOUNT SUBMITTED	S	Not Required.

478-H7	OTHER AMOUNT CLAIMED SUBMITTED COUNT	S	Not supported.
479-H8	OTHER AMOUNT CLAIMED SUBMITTED QUALIFIER	S***R***	Not supported.
480-H9	OTHER AMOUNT CLAIMED SUBMITTED	S***R***	Not supported.
481-HA	FLAT SALES TAX AMOUNT SUBMITTED	S	Required in applicable locations.
482-GE	PERCENTAGE SALES TAX AMOUNT SUBMITTED	S	Required in applicable locations.
483-HE	PERCENTAGE SALES TAX RATE SUBMITTED	S	Required if 482-GE submitted.
484-JE	PERCENTAGE SALES TAX BASIS SUBMITTED	S	Required if 482-GE submitted.
426-DQ	USUAL AND CUSTOMARY CHARGE	S	Required
430-DU	GROSS AMOUNT DUE	S	Required
423-DN	BASIS OF COST DETERMINATION	S	Not Required.
<b>Coupon Segment – Situational</b>			<b>Required in B1 and B3 transactions ONLY if Coupons apply to the Claim. Not Required for B2 transaction.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	09 – transmit ONLY if the segment is transmitted.
485-KE	COUPON TYPE	M	Not supported.
486-ME	COUPON NUMBER	M	Not supported.
487-NE	COUPON VALUE AMOUNT	S	Not supported.
<b>Compound Segment – Situational</b>			<b>Not Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	10 – transmit ONLY if the segment is transmitted.
450-EF	COMPOUND DOSAGE FORM DESCRIPTION CODE	M	Not Required.
451-EG	COMPOUND DISPENSING UNIT FORM INDICATOR	M	Not Required.
452-EH	COMPOUND ROUTE OF ADMINISTRATION	M	Not Required.
447-EC	COMPOUND INGREDIENT COMPONENT COUNT	M	Not Required.
488-RE	COMPOUND PRODUCT ID QUALIFIER	M***R***	Required 03
489-TE	COMPOUND PRODUCT ID	M***R***	NDC of each ingredient
448-ED	COMPOUND INGREDIENT QUANTITY	M***R***	Quantity of each ingredient
449-EE	COMPOUND INGREDIENT DRUG COST	S***R***	Cost of each NDC dispensed.
490-UE	COMPOUND INGREDIENT BASIS OF COST DETERMINATION	S***R***	Not Required.
<b>Prior Authorization Segment – Situational</b>			<b>Not Required.</b>
<b>NCPDP Field</b>	<b>Field Name</b>	<b>Mandatory Situational Repeating</b>	
111-AM	SEGMENT IDENTIFICATION	M	08 - transmit ONLY if the segment is transmitted.
498-PA	REQUEST TYPE	M	Not Required.
498-PB	REQUEST PERIOD DATE-BEGIN	M	Not Required.
498-PC	REQUEST PERIOD DATE-END	M	Not Required.
498-PD	BASIS OF REQUEST	M	Not Required.
498-PE	AUTHORIZED REPRESENTATIVE FIRST NAME	S	Not Required.
498-PF	AUTHORIZED REPRESENTATIVE LAST NAME	S	Not Required.
498-PG	AUTHORIZED REPRESENTATIVE STREET ADDRESS	S	Not Required.
498-PH	AUTHORIZED REPRESENTATIVE CITY ADDRESS	S	Not Required.
498-PJ	AUTHORIZED REPRESENTATIVE STATE/PROVINCE ADDRESS	S	Not Required.
498-PK	AUTHORIZED REPRESENTATIVE ZIP/POSTAL ZONE	S	Not Required.
498-PY	PRIOR AUTHORIZATION NUMBER--ASSIGNED	S	Not Required.
503-F3	AUTHORIZATION NUMBER	S	Not Required.
498-PP	PRIOR AUTHORIZATION SUPPORTING DOCUMENTATION	S	Not Required.

Clinical Segment – Situational			Not Required.
NCPDP Field	Field Name	Mandatory Situational Repeating	
111-AM	SEGMENT IDENTIFICATION	M	13 – transmit ONLY if the segment is transmitted.
491-VE	DIAGNOSIS CODE COUNT	S	Not Required. Not Supported.
492-WE	DIAGNOSIS CODE QUALIFIER	****R***	Not Required. Not Supported.
424-DO	DIAGNOSIS CODE	****R***	Not Required. Not Supported.
493-XE	CLINICAL INFORMATION COUNTER	****R***	Not Required. Not Supported.
494-ZE	MEASUREMENT DATE	****R***	Not Required. Not Supported.
495-H1	MEASUREMENT TIME	****R***	Not Required. Not Supported.
496-H2	MEASUREMENT DIMENSION	****R***	Not Required. Not Supported.
497-H3	MEASUREMENT UNIT	****R***	Not Required. Not Supported.
499-H4	MEASUREMENT VALUE	****R***	Not Required. Not Supported.

## 2. GENERAL INFORMATION

Live Date:	01/01/2006 (Payer Sheet revisions 04/23/08)
Maximum prescriptions per transaction:	4
Plan specific information, customer service:	(800) 250-8427 VT Member Services Unit
Technical assistance, pharmacy help desk:	(866) 715-0876 SXC Health Solutions, Inc.
Vendor certification required:	Yes
Pharmacy Registration with Payer Required:	No
Switch Support:	NDC Health Emdeon/WebMD eRx

## 2. OTHER INFORMATION

- NPI Provider ID required for adjudication and reimbursement. Client will transition to use of NPI ID for Prescribers beginning May 23, 2008.

- Vermont Medicaid requires that compound claims be submitted using the COMPOUND SEGMENT for multi-ingredient compound claims. Single-ingredient compound claim submission is no longer supported.

***- Other Payer Coverage Code (NCPDP Field #308-C8): Required on all secondary claims. The Other Payer Coverage Code indicates the type of coverage the other insurer is providing for the claim. (See chart below for possible scenarios and circumstances.)***

## **Provider Reimbursement**

### ***Provider Payment Algorithm***

- Vermont Medicaid is the payer of last resort after other insurers.
- Vermont Medicaid programs price claims at the lesser of:
  1. AWP – 14.2% + dispensing fee
  2. HCFA FUL + dispensing fee
  3. MAC + dispensing fee
  4. U/C (includes dispensing fee)

### ***Secondary Claims (claims when other insurance is primary)\****

1. Part D: For secondary claims when the Part D plan is the primary payer, Vermont Medicaid pays the amount designated in the claims “Patient Pay” field, reduced by any copayment made by the beneficiary
2. Non-Part D: When other insurance is the primary payer, Vermont Medicaid pays the allowed amount as determined in the above payment algorithm reduced by the primary insurance payment, reduced by any copayment made by the beneficiary.

\* See Coordination of Benefits, pages 23 to 26

### ***Provider Reimbursement Schedule***

The payment and Remittance Advice schedule is weekly.

## **Appendix A**

### **VScript Covered Maintenance Drug Categories**

- ADD/ADHD Treatments
- Adrenergic Agents
- Alzheimer's Disease Medications
- Angina(Chest Pain) Treatments
- Anticoagulants/Blood Thinners
- Anticonvulsants/Epilepsy Treatments
- Antidepressants
- Anti-Inflammatory Agents
- Antimalarials
- Antipsychotics/Schizophrenia Treatments
- Antiretrovirals
- Anti-ulcer/Reflux Treatments
- Anxiety Treatments
- Arthritis Treatments
- Asthma/COPD Treatments
- Bipolar Treatments
- Blood Cell Stimulators
- Cancer meds
- Cholesterol-Lowering Agents
- Contraceptives (oral/systemic)
- Diabetic Therapy
- Digestive Enzymes
- Diuretics
- Electrolytes & Miscellaneous Nutrients
- Estrogens
- Folic Acid Preparations
- Gall Stone/Kidney Stone Treatments
- Heart Arrhythmia Treatments
- Heart Failure Treatments
- Hypertension Treatments
- Irritable Bowel Treatments
- Local (topical) Anesthetics
- Non-Narcotic analgesics
- Ophthalmic preparations
- Other Cardiovascular Treatments
- Other CNS Treatments
- Overactive Bladder Treatments
- Parkinson's Disease Medications
- Progesterone
- Systemic Steroids (Glucocorticoids/Mineralocorticoids)
- Testosterone Replacement Therapy
- Thyroid Preparations
- Tuberculosis (TB) Treatments
- Urinary Antibacterials



## Appendix B

### VScript Non-Covered Drug Categories

#### **Non-Coverage Based Upon General Use for the Treatment of Acute Conditions**

- Antibiotics (most classes)
- Antidotes (**agents used to treat accidental poisoning or overdose**)
- Antihistamines
- Antiseptics
- Antithyroid preparations
- Antivirals
- Biologicals
- Coal tar (**tar-based skin treatments for conditions like psoriasis or flakey skin**)
- Cough & cold preparations
- Dermatologic treatments
- Diagnostic meds
- Diarrhea Medications
- Digestants
- Emollients protectives (**topical treatments for dry skin**)
- Fertility treatments
- Fungal treatments
- Hemorrhoidal preparations
- Iodine therapy (**iodine-based expectorants used to decrease mucus in various respiratory conditions**)
- Laxatives
- Medical supplies
- Multivitamins
- Muscle relaxants
- Narcotic analgesics
- Nasal preparations
- Nausea treatments
- Obesity preparations
- Otic (ear) preparations
- Parasite treatments
- Sedative/hypnotics
- Vaginal products
- Vitamins (fat-soluble)
- Vitamins (water-soluble)